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*This document is in draft form. It is subject to review and change and therefore its contents cannot be relied upon as being accurate.*

Pacific Pipe Public Company Limited  
Review report and financial information  
For the three-month period ended 31 March 2025

**DRAFT**

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## **Independent Auditor's Report on Review of Interim Financial Information**

To the Shareholders of Pacific Pipe Public Company Limited

I have reviewed the accompanying financial information of Pacific Pipe Public Company Limited (the Company), which comprises the statement of financial position as at 31 March 2025, and the related statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the interim financial statements (collectively "the interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

### **Scope of Review**

I conducted my review in accordance with Thai Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

### **Conclusion**

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.

Chonlaros Suntiasvaraporn

Certified Public Accountant (Thailand) No. 4523

EY Office Limited

Bangkok: 13 May 2025

Pacific Pipe Public Company Limited  
Statement of financial position  
As at 31 March 2025

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(Unit: Thousand Baht)

	<u>Note</u>	<u>31 March 2025</u> (Unaudited but reviewed)	<u>31 December 2024</u> (Audited)
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		264,063	302,919
Trade and other current receivables	3	914,828	800,922
Inventories	4	1,173,329	1,239,921
Advance payments for raw material		177,792	88,751
Other current assets		14,192	26,112
<b>Total current assets</b>		<u>2,544,204</u>	<u>2,458,625</u>
<b>Non-current assets</b>			
Property, plant and equipment	5	1,436,087	1,454,092
Intangible assets		17,701	18,759
Other non-current assets		327	327
<b>Total non-current assets</b>		<u>1,454,115</u>	<u>1,473,178</u>
<b>Total assets</b>		<u><u>3,998,319</u></u>	<u><u>3,931,803</u></u>

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

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Directors

The accompanying notes are an integral part of the interim financial statements.

**Pacific Pipe Public Company Limited**  
**Statement of financial position (continued)**  
**As at 31 March 2025**

**DRAFT**

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(Unit: Thousand Baht)

	<u>Note</u>	<u>31 March 2025</u> (Unaudited but reviewed)	<u>31 December 2024</u> (Audited)
<b>Liabilities and shareholders' equity</b>			
<b>Current liabilities</b>			
Short-term loans from financial institutions	6	1,738,884	1,727,819
Trade and other current payables	7	226,601	222,113
Current portion of lease liabilities		8,381	10,180
Other current liabilities		13,295	11,992
<b>Total current liabilities</b>		<u>1,987,161</u>	<u>1,972,104</u>
<b>Non-current liabilities</b>			
Lease liabilities - net of current portion		12,449	13,910
Deferred tax liabilities		100,467	100,555
Non-current provision for employee benefits		40,160	39,137
<b>Total non-current liabilities</b>		<u>153,076</u>	<u>153,602</u>
<b>Total liabilities</b>		<u>2,140,237</u>	<u>2,125,706</u>

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Directors

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Pacific Pipe Public Company Limited  
Statement of financial position (continued)  
As at 31 March 2025

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(Unit: Thousand Baht)

	31 March 2025	31 December 2024
	(Unaudited but reviewed)	(Audited)
<b>Shareholders' equity</b>		
Share capital		
Registered		
660,000,000 ordinary shares of Baht 1 each	660,000	660,000
Issued and fully paid up		
660,000,000 ordinary shares of Baht 1 each	660,000	660,000
Share premium		
Share premium on ordinary shares	514,845	514,845
Surplus on treasury shares	1,011	1,011
Retained earnings		
Appropriated - statutory reserve	67,000	67,000
Unappropriated	200,846	148,861
Other components of shareholders' equity	414,380	414,380
<b>Total shareholders' equity</b>	<b>1,858,082</b>	<b>1,806,097</b>
<b>Total liabilities and shareholders' equity</b>	<b>3,998,319</b>	<b>3,931,803</b>
	-	-

The accompanying notes are an integral part of the interim financial statements.

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Directors

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.  
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Directors

(Unaudited but reviewed)

**Pacific Pipe Public Company Limited**

**Statement of comprehensive income**

**For the three-month period ended 31 March 2025**

**DRAFT**

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(Unit: Thousand Baht, except earnings (loss) per share expressed in Baht)

	<u>Note</u>	<u>2025</u>	<u>2024</u>
<b>Profit or loss:</b>			
<b>Revenues</b>			
Sales and service income		1,880,756	1,961,658
Gains on exchange		2,888	6,409
Other income		17,010	19,072
<b>Total revenues</b>		<u>1,900,654</u>	<u>1,987,139</u>
<b>Expenses</b>			
Cost of sales and services		1,742,956	1,885,373
Selling and distribution expenses		35,295	32,741
Administrative expenses		57,798	64,543
<b>Total expenses</b>		<u>1,836,049</u>	<u>1,982,657</u>
<b>Operating profit</b>		64,605	4,482
Finance income		1	2
Finance cost		(12,709)	(15,288)
<b>Profit (loss) before income tax benefits</b>		51,897	(10,804)
Income tax benefits	8	88	110
<b>Profit (loss) for the period</b>		<u>51,985</u>	<u>(10,694)</u>
<b>Other comprehensive income for the period</b>		-	-
<b>Total comprehensive income for the period</b>		<u>51,985</u>	<u>(10,694)</u>
<b>Earnings (loss) per share</b>			
Basic earnings (loss) per share			
Profit (loss) for the period	<div><div>We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.</div><div>..... Directors</div></div>	<u>0.08</u>	<u>(0.02)</u>

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

**Pacific Pipe Public Company Limited**

**Cash flow statement**

**For the three-month period ended 31 March 2025**

**DRAFT**

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(Unit: Thousand Baht)

	<u>2025</u>	<u>2024</u>
<b>Cash flows from operating activities</b>		
Profit (loss) before tax	51,897	(10,804)
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:		
Depreciation and amortisation	26,066	27,417
Expected credit losses (reversal)	699	(589)
Reversal the reduction of inventory cost to net realisable value	(799)	(37)
Loss on disposal/write-off of equipment	-	52
Provision for employee benefits	1,023	1,115
Unrealised loss on exchange	253	-
Loss (gain) on fair value adjustments of derivatives	355	(694)
Finance income	(1)	(2)
Interest expenses	12,605	15,224
Profit from operating activities before changes in operating assets and liabilities	92,098	31,682
Operating assets (increase) decrease		
Trade and other current receivables	(114,605)	(87,850)
Inventories	67,391	105,869
Advance payments for raw material	(89,041)	(92,000)
Other current assets	12,346	11,253
Other non-current assets	-	32
Operating liabilities increase (decrease)		
Trade and other current payables	2,291	(28,144)
Other current liabilities	530	3,740
Cash flows used in operating activities	(28,990)	(55,418)
Interest received	1	2
Interest paid	(13,854)	(15,057)
Withholding tax refundable received	-	10,414
Income tax paid	(9)	(29)
<b>Net cash flows used in operating activities</b>	<b>(42,852)</b>	<b>(60,088)</b>

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

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Directors

The accompanying notes are an integral part of the interim financial statements.

**Pacific Pipe Public Company Limited****Cash flow statement (continued)****For the three-month period ended 31 March 2025**

(Unaudited but reviewed)

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(Unit: Thousand Baht)

	<u>2025</u>	<u>2024</u>
<b>Cash flows from investing activities</b>		
Acquisition of plant and equipment	(3,813)	(1,362)
Proceeds from sales of equipment	<u>4</u>	<u>1,416</u>
<b>Net cash flows from (used in) investing activities</b>	<u>(3,809)</u>	<u>54</u>
<b>Cash flows from financing activities</b>		
Cash received from short-term loans from financial institutions	1,791,604	1,681,059
Cash paid for short-term loans from financial institutions	(1,780,539)	(1,646,899)
Payment of principle portion of lease liabilities	<u>(3,260)</u>	<u>(3,109)</u>
<b>Net cash flows from financing activities</b>	<u>7,805</u>	<u>31,051</u>
<b>Net decrease in cash and cash equivalents</b>	(38,856)	(28,983)
Cash and cash equivalents at beginning of period	<u>302,919</u>	<u>268,328</u>
<b>Cash and cash equivalents at end of period</b>	<u>264,063</u>	<u>239,345</u>
<b>Supplemental cash flows information:</b>		
Non-cash transactions		
Acquisition of plant and equipment for which no cash has been paid	3,194	2,729

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

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Directors

The accompanying notes are an integral part of the interim financial statements.



**Pacific Pipe Public Company Limited**  
**Statement of changes in shareholders' equity**  
**For the three-month period ended 31 March 2025**

**DRAFT**  
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(Unaudited but reviewed)

(Unit: Thousand Baht)

	Issued and fully paid-up share capital	Share premium on ordinary shares	Surplus on treasury shares	Retained earnings		Other components of shareholders' equity Other comprehensive income	Total shareholders' equity
				Appropriated - statutory reserve	Unappropriated	Surplus on revaluation of assets	
<b>Balance as at 1 January 2024</b>	660,000	514,845	1,011	67,000	352,629	416,163	2,011,648
Loss for the period	-	-	-	-	(10,694)	-	(10,694)
Other comprehensive income for the period	-	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	-	-	(10,694)	-	(10,694)
<b>Balance as at 31 March 2024</b>	<u>660,000</u>	<u>514,845</u>	<u>1,011</u>	<u>67,000</u>	<u>341,935</u>	<u>416,163</u>	<u>2,000,954</u>
 <b>Balance as at 1 January 2025</b>	 660,000	 514,845	 1,011	 67,000	 148,861	 414,380	 1,806,097
Profit for the period	-	-	-	-	51,985	-	51,985
Other comprehensive income for the period	-	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	-	-	51,985	-	51,985
<b>Balance as at 31 March 2025</b>	<u>660,000</u>	<u>514,845</u>	<u>1,011</u>	<u>67,000</u>	<u>200,846</u>	<u>414,380</u>	<u>1,858,082</u>

The accompanying notes are an integral part of the interim financial statements.

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.  
 .....  
 Directors

**Pacific Pipe Public Company Limited**

**Condensed notes to interim financial statements**

**For the three-month period ended 31 March 2025**

**DRAFT**

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**1. General information**

**1.1 Basis for the preparation of interim financial statements**

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company presenting condensed interim financial statements. The Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements and has presented notes to the interim financial statements on condensed basis.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language interim financial statements.

**1.2 Accounting policies**

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2024.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2025, do not have any significant impact on the Company's financial statements.

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

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Directors

**DRAFT****2. Related party transactions**

During the period, the Company had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties. There were no significant changes in the transfer pricing policy of transactions with related parties during the current period.

Summaries significant business transactions with related parties as follows.

(Unit: Million Baht)

For the three-month periods ended 31 March

	<u>2025</u>	<u>2024</u>
<b><u>Transactions with related parties</u></b>		
Office rental and service expenses	1.1	1.1
Land rental expenses	1.6	1.5

The balances between the Company and those related parties are as follows:

(Unit: Thousand Baht)

	<u>31 March 2025</u>	<u>31 December 2024</u>
		(Audited)

**Lease liabilities - related parties**

Major shareholder of the Company	1,434	2,489
Related companies (related by common shareholders)	11,382	12,761
Total lease liabilities - related parties	<u>12,816</u>	<u>15,250</u>

**Directors and management's benefits**

(Unit: Thousand Baht)

For the three-month periods ended 31 March

	<u>2025</u>	<u>2024</u>
Short-term employee benefits	4,428	6,544
Post-employment benefits	53	191
Total	<u>4,481</u>	<u>6,735</u>

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Directors

**DRAFT****3. Trade and other current receivables**

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(Unit: Thousand Baht)

	31 March 2025	31 December 2024
		(Audited)
<u>Trade receivables - unrelated parties</u>		
Aged on the basis of due dates		
Not yet due	695,004	570,535
Past due		
Up to 3 months	206,509	221,446
3 - 6 months	13,543	12,006
6 - 12 months	7,502	3,664
Over 12 months	25,532	25,805
Total	948,090	833,456
Less: Allowance for expected credit losses	(33,902)	(33,203)
Total trade receivables - unrelated parties - net	914,188	800,253
<u>Other current receivables</u>		
Other current receivables - unrelated parties	640	669
Total other current receivables	640	669
Total trade and other current receivables - net	914,828	800,922

**4. Inventories**

Movements of the reduction of inventory cost to net realisable value account during the three-month period ended 31 March 2025 are summarised below:

(Unit: Thousand Baht)

<b>Balance as at 1 January 2025</b>	33,915
Less: Reversal the reduction of inventory cost to net realisable value during the period	(799)
<b>Balance as at 31 March 2025</b>	33,116

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Directors

**DRAFT****5. Property, plant and equipment**

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(Unit: Thousand Baht)

	31 March 2025	31 December 2024
		(Audited)
Net book value:		
Property, plant and equipment	1,418,239	1,433,361
Right-of-use assets	17,848	20,731
Total	1,436,087	1,454,092

Movements of the property, plant and equipment account during the three-month period ended 31 March 2025 are summarised below:

(Unit: Thousand Baht)

	Assets on revaluation basis - land	Assets on cost basis Plant and equipment	Right-of-use assets	Total
<b>Net book value as at 1 January 2025</b>	779,217	654,144	20,731	1,454,092
Acquisitions during the period	-	7,007	-	7,007
Disposals/Write-off during the period -				
net book value at disposals/write-off date	-	(4)	-	(4)
Depreciation for the period	-	(22,125)	(2,883)	(25,008)
<b>Net book value as at 31 March 2025</b>	779,217	639,002	17,848	1,436,087

Land were measured at fair value using level 3 input.

**6. Short-term loans from financial institutions**

(Unit: Thousand Baht)

	Interest rate (Percent per annum)			
	31 March 2025	31 December 2024	31 March 2025	31 December 2024
		(Audited)		(Audited)
Short-term loans from financial institutions	2.85 - 3.05	3.05 - 3.46	451,134	576,024
Trust receipt	2.68 - 3.17	2.93 - 3.50	1,287,750	1,151,795
Total			1,738,884	1,727,819

The credit facilities agreement with the banks contains financial covenants that, among other things, require the Company to maintain the current ratio and debt-to-equity ratio according to the agreement and the Company is restricted on the disposal of its assets or the creation of lien thereon without prior consent from banks.

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Directors

**DRAFT****7. Trade and other current payables**

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(Unit: Thousand Baht)

	31 March 2025	31 December 2024
		(Audited)
Trade payables - unrelated parties	160,508	157,421
Other current payables - unrelated parties	51,691	47,688
Accrued expenses	14,402	17,004
Total trade and other current payables	226,601	222,113

**8. Income tax**

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax benefits for the three-month periods ended 31 March 2025 and 2024 are made up as follows:

(Unit: Thousand Baht)

	<u>2025</u>	<u>2024</u>
<b>Current income tax:</b>		
Interim corporate income tax charge	-	-
<b>Deferred tax:</b>		
Relating to origination and reversal of temporary differences	88	110
<b>Income tax benefits reported in profit or loss</b>	88	110

**9. Commitments and contingent liabilities****9.1 Letters of credit**

As at 31 March 2025, the Company had commitments under letters of credit with overseas suppliers amounting to approximately USD 13 million.

**9.2 Guarantees**

As at 31 March 2025, there were outstanding bank guarantees of approximately Baht 16 million issued by banks on behalf of the Company in respect of certain performance bonds as required in the normal course of its business. These included letters of guarantee to guarantee as follows:

(Unit: Million Baht)

Guarantee electricity use	15
Guarantee as an AEO authorised importer and/or exporter to the Customs Department	1

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Directors

**DRAFT**

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**10. Fair value of financial instrument**

Since the majority of the Company's financial instruments are short-term in nature or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statement of financial position.

**11. Approval of interim financial statements**

These interim financial statements were authorised for issue by the Company's Board of Directors on 13 May 2025.

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

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Directors